

August 31, 2007

Office of the Governor

Dear Governor Sanford:

The Authority has determined that our budget request for fiscal year 2008-2009 will not include any additional FTEs, capital funds or changes in provisos. The Authority has not received any General Fund appropriations since the 1980's. We have completed and attached the Executive Summary and the Cost Savings Addendum.

We will submit our detailed budget request for fiscal year 2008-2009 to the Office of the State Budget by the established deadline. Please let us know if you need any further information.

Sincerely,

Valarie M. Williams
Interim Executive Director

FISCAL YEAR 2008-09 BUDGET PLAN

I. EXECUTIVE SUMMARY

A. Agency Section/Code/Name: Section 32 / L32 / Housing Finance and Development Authority

B. Statewide Mission: Create quality affordable housing opportunities for the citizens of South Carolina.

C. Summary Description of Strategic or Long-Term Goals:

(1) Maintain Effective Programs - Quickly disseminate information regarding program changes. Use all available resources to identify best practices and programs, as well as needs and opportunities. Actively seek new business partners to expand the reach and depth of the programs offered by the Authority. Insure that the housing mission of the Authority operates in harmony with the State's overall goals in economic development.

(2) Continuously Improve Our Processes - Actively involve employees at all levels in simplifying our processes both internally and for our external partners. Identify common processes and missions within the Authority to eliminate redundant and/or conflicting requirements and to streamline operations. Establish quantifiable benchmarks to measure performance across the organization.

(3) Strengthen Our Internal Environment - Maintain a clear understanding of our current financial position, and institute planning and monitoring to accommodate and anticipate market changes. Provide defined communication channels at all levels of the organization. Promote an environment that values cross-training and learning across traditional organizational lines. Promote an environment that encourages teamwork and problem-solving at all levels of the organization. Create and maintain a project management discipline throughout the organization to insure that expectations and results are quantifiable and measured.

D.

Summary of Operating Budget Priorities for FY 2008-09:		FUNDING					FTEs			
		State Non-Recurring	State Recurring	Federal	Other	Total	State	Fed.	Other	Total
Priority No.: 1	Title: Homeownership	0	0	0	343,708	\$343,708	0	0	0	0.00

Summary of Operating Budget Priorities for FY 2008-09:		FUNDING					FTEs			
		State Non-Recurring	State Recurring	Federal	Other	Total	State	Fed.	Other	Total
Strategic Goal No. Referenced in <u>Item C Above (if applicable)</u> : 1, 2, 3 Activity Number & Name: 1136 Homeownership										
Priority No.: 2	Title: Contract Administration and Compliance	0	0	7,000,000	66,776	\$7,066,776	0	0	1.0	1.00
Strategic Goal No. Referenced in <u>Item C Above (if applicable)</u> : 1, 2, 3 Activity Number & Name: 1137 Contract Administration and Compliance										
Priority No.: 3	Title: Housing Initiatives	0	0	2,052,633	4,994,919	\$7,047,552	0	-0.25	-1.0	- 1.25
Strategic Goal No. Referenced in <u>Item C Above (if applicable)</u> : 1,2,3 Activity Number & Name: 1135 Housing Initiatives										
Priority No.: 4	Title: Rental Assistance	0	0	-798,210	0	(\$798,210)	0	-0.25	0	- 0.25
Strategic Goal No. Referenced in <u>Item C Above (if applicable)</u> : 1,2,3 Activity Number & Name: 1134 Rental Assistance										
Priority No.: 5	Title: Housing Credit	0	0	0	-23,447	(\$23,447)	0	0	0	0.00

Summary of Operating Budget Priorities for FY 2008-09:		FUNDING					FTEs			
		State Non-Recurring	State Recurring	Federal	Other	Total	State	Fed.	Other	Total
Strategic Goal No. Referenced in Item C Above (if applicable): 1,2,3 Activity Number & Name: 1138 Tax Credit										
Priority No.: 6	Title: Administration	0	0	0	- 6,540,469	(\$6,540,469)	0	0.5	0	0.50
Strategic Goal No. Referenced in Item C Above (if applicable): 1,2,3 Activity Number & Name: 1139 Administration										
Priority No.: 7	Title: Special Initiatives	0	0	0	6,100,000	\$6,100,000	0	0.0	0	0.00
Strategic Goal No. Referenced in Item C Above (if applicable): 1,2,3 Activity Number & Name: 1595 Special Initiatives										
TOTAL OF ALL PRIORITIES		\$ 0	\$ 0	\$8,254,423	\$4,941,487	\$13,195,910	0.00	0.00	0.00	0.00

E. Agency Recurring Base Appropriation:

State \$
Federal\$ 115,125,569
Other \$ 17,507,506

F. Efficiency Measures: Accountability Report – Sections 3. Customer Focus and 7. Business Results

G.

Summary of Capital Budget Priorities:			Additional State Funds	Previously Authorized State Funds	Total Other Fund Sources	Project Total
Priority No.:	<u>Project Name:</u> Activity Number & Name:	Project No*:	0	0	0	\$ 0
Priority No.:	<u>Project Name:</u> Activity Number & Name:	Project No*:	0	0	0	\$ 0
Priority No.:	<u>Project Name:</u> Activity Number & Name:	Project No*:	0	0	0	\$ 0
TOTAL OF ALL CAPITAL BUDGET PRIORITIES			\$ 0	\$ 0	\$ 0	\$ 0

* If applicable

H. Number of Proviso Changes: None

I. Signature/Agency Contacts/Telephone Numbers:

Valarie M. Williams, Acting Executive Director

		Debra Seymour, Director of Finance		Paul Linhardt, Fiscal Manager
		300C Outlet Pointe Blvd		300C Outlet Pointe Blvd
		Columbia, SC 29210		Columbia, SC 29210
		803-896-8664		803-896-9151

II. DETAILED JUSTIFICATION FOR FY 2008-09 OPERATING BUDGET PRIORITIES

A. Agency Section/Code/Name: Section 32 / L32 / Housing Finance and Development Authority

B. Priority No. _1__ of _7__

C. (1) Title: Homeownership

(2) Summary Description: The Homeownership activity issues Mortgage Revenue Bonds and uses the proceeds to purchase single-family mortgages at below-market rates for low to moderate income first-time homebuyers. The activity also services the mortgages.

(3) Strategic Goal/Action Plan (*if applicable*): (1) Maintain Effective Programs, (2) Continuously Improve Our Processes, (3) Strengthen Our Internal Environment

D. Budget Program Number and Name: III.A. Mortgage Production and III.B. Mortgage Servicing

E. Agency Activity Number and Name: 1136 Homeownership

F. Detailed Justification for Funding

(1) Justification for Funding Increase: Each year the Authority purchases and services additional mortgages. \$350,000 of the increase in Other Operating funds will be used to purchase a new mortgage servicing software.

(2)

FY 2008-09 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*				0	0.00
(b) Personal Service				-19,480	(\$19,480)
(c) Employer Contributions				-17,171	(\$17,171)
Program/Case Services				0	\$ 0

Pass-Through Funds				0	\$ 0
Other Operating Expenses				380,359	\$380,359
Total	\$ 0	\$ 0	\$ 0	\$343,708	\$343,708
<i>* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.</i>					

(3) Base Appropriation:

State \$ 0
Federal \$ 0
Other \$ 3,600,167

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs N/A

(1) Justification for New FTEs

(a) Justification:

(b) Future Impact on Operating Expenses or Facility Requirements:

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0

(c) Employer Contributions					\$ 0
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(3) FTEs in Program Area per FY 2007-08 Appropriation Act:

State 0

Federal 0

Other 24

Agency-wide Vacant FTEs as of July 31, 2007: 7

% Vacant 5.7%

H. Other Comments:

II. DETAILED JUSTIFICATION FOR FY 2008-09 OPERATING BUDGET PRIORITIES

A. Agency Section/Code/Name: Section 32 / L32 / Housing Finance and Development Authority

B. Priority No. 2 of 7

D. (1) Title: Contract Administration and Compliance

(2) Summary Description: The Contract Administration and Compliance activity administers two Federal Programs and monitors compliance related to three additional Federal Programs and the Housing Trust Fund program. Part of the administrative responsibilities involves disbursing Federal Funds to pay rental subsidies to over 270 apartment complexes for over 17,000 low income families.

(3) Strategic Goal/Action Plan (*if applicable*): (1) Maintain Effective Programs, (2) Continuously Improve Our Processes, (3) Strengthen Our Internal Environment

D. Budget Program Number and Name: II.A. Contract Administration and Compliance

E. Agency Activity Number and Name: 1137 Contract Administration and Compliance

F. Detailed Justification for Funding

(1) Justification for Funding Increase: Each year the complexity of regulations and the amount of data required increases. The additional FTE is needed to keep pace with increased program complexity and reporting requirements. The \$7 million increase in program funds covers rent increases allowed under the Federal Programs.

(2)

FY 2008-09 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*				1.0	1.00
(b) Personal Service				81,710	\$81,710
(c) Employer Contributions				31,553	\$31,553
Program/Case Services			7,000,000	0	\$7,000,000
Pass-Through Funds			0	0	\$ 0
Other Operating Expenses			0	-46,487	(\$46,487)
Total	\$ 0	\$ 0	\$7,000,000	\$66,776	\$7,066,776
<i>* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.</i>					

(3) Base Appropriation:

State	\$ 0
Federal	\$ 90,000,000
Other	\$ 1,994,599

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs

(2) Justification for New FTEs

(a) Justification: These are not “New” FTE’s. These FTE’s are being transferred from another Department at the Authority.

(b) Future Impact on Operating Expenses or Facility Requirements: There will be no overall impact to the Authority.

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title: Housing Program Coordinator					
(a) Number of FTEs			1.0		1.00
(b) Personal Service			45,000		\$45,000
(c) Employer Contributions			14,400		\$14,400

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

(3) FTEs in Program Area per FY 2007-08 Appropriation Act:

State	_____0_____
Federal	_____0_____
Other	_____26_____

Agency-wide Vacant FTEs as of July 31, 2007: _____7_____

% Vacant ____5.7____%

H. Other Comments:

II. DETAILED JUSTIFICATION FOR FY 2008-09 OPERATING BUDGET PRIORITIES

A. Agency Section/Code/Name: Section 32 / L32 / Housing Finance and Development Authority

B. Priority No. _3_ of _7_

E. (1) Title: Housing Initiatives

(2) Summary Description: The Housing Initiatives activity administers one Federal and one State Program. These programs provide grants and loans to individuals, agencies and businesses that provide housing and housing services to low-income families.

(3) Strategic Goal/Action Plan (*if applicable*): (1) Maintain Effective Programs, (2) Continuously Improve Our Processes, (3) Strengthen Our Internal Environment

D. Budget Program Number and Name: II.C. Housing Initiatives

E. Agency Activity Number and Name: 1135 Housing Initiatives

F. Detailed Justification for Funding

(1) Justification for Funding Increase: Each year the complexity of regulations and the amount of data required increases. The decrease in FTE's resulted from the transfer of positions to elsewhere in the Authority. The increase in other personnel and operating costs results

from an increase in workload volume and complexity. The \$7 million increase in program funds comes from the Federal Government and Program Income and will be used to fund additional grants and loans that create new or rehabilitate existing affordable housing units.

(2)

FY 2008-09 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*			-.25	-1.0	- 1.25
(b) Personal Service			28,677	542	\$29,219
(c) Employer Contributions			10,956	2,008	\$12,964
Program/Case Services			2,000,000	5,000,000	\$7,000,000
Pass-Through Funds			0	0	\$ 0
Other Operating Expenses			13,000	-7,631	\$5,369
Total	\$ 0	\$ 0	\$2,052,633	\$4,994,919	\$7,047,552
<i>* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.</i>					

(3) Base Appropriation:

State	\$ 0
Federal	\$ 13,653,827
Other	\$ 629,356

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs

(3) Justification for New FTEs

(a) Justification: FTE's transferred to other Divisions at the Authority.

(b) Future Impact on Operating Expenses or Facility Requirements:

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

(3) FTEs in Program Area per FY 2007-08 Appropriation Act:

State 0
Federal 7.75
Other 8.5

Agency-wide Vacant FTEs as of July 31, 2007: 7

% Vacant 5.7%

H. Other Comments:

II. DETAILED JUSTIFICATION FOR FY 2008-09 OPERATING BUDGET PRIORITIES

A. Agency Section/Code/Name: Section 32 / L32 / Housing Finance and Development Authority

B. Priority No. 4 of 7

F. (1) Title: Rental Assistance

(2) Summary Description: This activity administers two Federal Programs that provide rent subsidies to very low-income families. This activity income qualifies households, inspects rental units and disburses Federal Funds to subsidize the rent for approximately 2,000 low-income families.

(3) Strategic Goal/Action Plan (*if applicable*): (1) Maintain Effective Programs, (2) Continuously Improve Our Processes, (3) Strengthen Our Internal Environment

D. Budget Program Number and Name: II. B. Rental Assistance

E. Agency Activity Number and Name: 1134 Rental Assistance

F. Detailed Justification for Funding

(1) Justification for Funding Increase: Changes in the FTE's and personnel budget resulted transferring part of an FTE to another Division at the Authority. The decrease in other program and operating costs resulted from changes made by HUD.

(2)

FY 2008-09 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*			- .25		- 0.25
(b) Personal Service			-29,571		(\$29,571)
(c) Employer Contributions			1,883		\$1,883

Program/Case Services			-750,000		(\$750,000)
Pass-Through Funds			0		\$ 0
Other Operating Expenses			-20,522		(\$20,522)
Total	\$ 0	\$ 0	(\$798,210)	\$ 0	\$ (798,210)
<i>* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.</i>					

(3) Base Appropriation:

State \$ 0
Federal \$ 11,424,635
Other \$ 0

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs

(4) Justification for New FTEs

- (a) Justification: FTE's transferred to other Divisions at the Authority.
(b) Future Impact on Operating Expenses or Facility Requirements:

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

	State	Federal	Earmarked	Restricted	Total
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Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

(3) FTEs in Program Area per FY 2007-08 Appropriation Act:

State 0
Federal 17.25
Other 0

Agency-wide Vacant FTEs as of July 31, 2007: 7

% Vacant 5.7 %

H. Other Comments:

II. DETAILED JUSTIFICATION FOR FY 2008-09 OPERATING BUDGET PRIORITIES

A. Agency Section/Code/Name: Section 32 / L32 / Housing Finance and Development Authority

B. Priority No. 5 of 7

G. (1) Title: Housing Credit

(2) Summary Description: The Authority allocates the Federal Low Income Housing Tax Credit Program for the State of South Carolina. The Tax Credit Program is administered by the Internal Revenue Service and is the primary source of new affordable rental housing production in the nation.

(3) Strategic Goal/Action Plan (*if applicable*): (1) Maintain Effective Programs, (2) Continuously Improve Our Processes, (3) Strengthen Our Internal Environment

D. Budget Program Number and Name: II.D. Housing Credit

E. Agency Activity Number and Name: 1138 Housing Credit

F. Detailed Justification for Funding

(1) Justification for Funding Increase: Each year the complexity of regulations and the amount of data required increases. Changes in the personnel budget resulted from a temporary employee and anticipated cost increases.

(2)

FY 2008-09 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*					0.00
(b) Personal Service				36,678	\$36,678
(c) Employer Contributions				11,631	\$11,631
Program/Case Services				0	\$ 0
Pass-Through Funds				0	\$ 0
Other Operating Expenses				-71,756	(\$71,756)
Total	\$ 0	\$ 0	\$ 0	(\$23,447)	(\$23,447)
* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.					

(3) Base Appropriation:

State	\$ 0
Federal	\$ 0
Other	\$ 561,622

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs

(5) Justification for New FTEs

(a) Justification:

(b) Future Impact on Operating Expenses or Facility Requirements:

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

(3) FTEs in Program Area per FY 2007-08 Appropriation Act:

State	<u> 0 </u>
Federal	<u> 0 </u>
Other	<u> 5 </u>

Agency-wide Vacant FTEs as of July 31, 2007: 7

% Vacant 5.7 %

H. Other Comments:

II. DETAILED JUSTIFICATION FOR FY 2008-09 OPERATING BUDGET PRIORITIES

A. Agency Section/Code/Name: Section 32 / L32 / Housing Finance and Development Authority

B. Priority No. 6 of 7

H. (1) Title: Administration

(2) Summary Description: This activity contains executive management, human resources, finance, information technology, legal, internal audit and Board of Commissioner functions.

(3) Strategic Goal/Action Plan (*if applicable*): (1) Maintain Effective Programs, (2) Continuously Improve Our Processes, (3) Strengthen Our Internal Environment

D. Budget Program Number and Name: I.A. Administration

E. Agency Activity Number and Name: 1139 Administration

F. Detailed Justification for Funding

(1) Justification for Funding Increase: Each year the complexity of regulations and the amount of data required increases. Changes in the personnel budget resulted from prior year reallocations and anticipated cost increases. The increase in operating costs results from increased workload and complexity and new administrative initiatives including imaging and the Authority's cost to implement SCEIS. The decrease of Program/Case Services results from the transfer of these operations to Special Initiatives (Activity Number 1595) under Housing Initiatives (II.C).

(2)

FY 2008-09 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*			.5	0	0.50
(b) Personal Service				168,944	\$168,944
(c) Employer Contributions				79,366	\$79,366
Program/Case Services				-7,000,000	(\$7,000,000)
Pass-Through Funds				0	\$ 0
Other Operating Expenses				211,221	\$211,221
Total	\$ 0	\$ 0	\$ 0	(\$6,540,469)	(\$6,540,469)
<i>* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.</i>					

(3) Base Appropriation:

State	\$ 0
Federal	\$ 47,107
Other	\$ 10,721,762

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs

(6) Justification for New FTEs

- (a) Justification: These are not “New” FTE’s. These FTE’s are being transferred from another Department at the Authority. This part of an FTE represents the Federal portion of Executive Management and is being moved from the Program area to Administration.
- (b) Future Impact on Operating Expenses or Facility Requirements: There will be no overall impact to the Authority.

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

(3) FTEs in Program Area per FY 2007-08 Appropriation Act:

State 0
Federal 0
Other 33.5

Agency-wide Vacant FTEs as of July 31, 2007: 7

% Vacant __5.7__%

I. Other Comments:

II. DETAILED JUSTIFICATION FOR FY 2008-09 OPERATING BUDGET PRIORITIES

A. Agency Section/Code/Name: Section 32 / L32 / Housing Finance and Development Authority

B. Priority No. _7_ of _7_

J. (1) Title: Special Initiatives

(2) Summary Description: This activity provides grants and loans to individuals, agencies and businesses that provide, develop or rehabilitate affordable housing for low-income families.

(3) Strategic Goal/Action Plan (*if applicable*): (1) Maintain Effective Programs, (2) Continuously Improve Our Processes, (3) Strengthen Our Internal Environment

D. Budget Program Number and Name: II.C. Housing Initiatives

E. Agency Activity Number and Name: 1595 Special Initiatives

F. Detailed Justification for Funding

(1) Justification for Funding Increase: The increase is a result of transferring this program from Administration (I.A.) to Housing Initiatives (II.C.). This program will be operated using current staff from throughout the Authority.

(2)

FY 2008-09 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*					0.00
(b) Personal Service					\$ 0

(c) Employer Contributions					\$ 0
Program/Case Services				6,000,000	\$6,000,000
Pass-Through Funds				0	\$ 0
Other Operating Expenses				100,000	\$100,000
Total	\$ 0	\$ 0	\$ 0	\$6,100,000	\$6,100,000
<i>* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.</i>					

(3) Base Appropriation:

State \$ 0
Federal \$ 0
Other \$ 0

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs

(7) Justification for New FTEs

(a) Justification: These are not “New” FTE’s.

(b) Future Impact on Operating Expenses or Facility Requirements:

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

(3) FTEs in Program Area per FY 2007-08 Appropriation Act:

State 0
Federal 0
Other 0

Agency-wide Vacant FTEs as of July 31, 2007: 7

% Vacant 5.7 %

H. Other Comments:

FY 2008-09 COST SAVINGS & ACTIVITY PRIORITY ADDENDUM

I. PRIORITY ASSESSMENT OF ACTIVITIES – HIGHEST PRIORITIES

A. Agency Section/Code/Name: Section 32 / L32 / Housing Finance and Development Authority

B.

Priority Assessment of Activities – Highest Priorities	General	Federal	Supplemental	Capital Reserve	Other	Total	FTEs
Activity Number & Name: 1136 Homeownership	0	0	0	0	3,600,167	\$3,600,167	24
Activity Number & Name: 1137 Contract Administration and Compliance	0	90,000,000	0	0	1,994,599	\$91,994,599	26
Activity Number & Name: 1135 Housing Initiatives	0	13,653,827	0	0	629,356	\$14,283,183	16.25
Activity Number & Name: 1134 Rental Assistance	0	11,424,635	0	0	0	\$11,424,635	17.25
Activity Number & Name: 1138 Housing Credit	0	0	0	0	561,622	\$561,622	5
TOTAL OF HIGHEST PRIORITIES	\$ 0	\$115,078,462	\$ 0	\$ 0	\$6,785,744	\$121,864,206	88.50

FY 2008-09 ACTIVITY PRIORITY ADDENDUM

II. PRIORITY ASSESSMENT OF ACTIVITIES – LOWEST PRIORITIES

A. **Agency Section/Code/Name:** Section 32 / L32 / Housing Finance and Development Authority

B. **Agency Activity Number and Name:** 1595 Special Initiatives

C. **Explanation of Lowest Priority Status:** The Special Initiatives activity encompasses the funding of certain housing activities that do not fall under other specifically mandated housing programs administered by the Authority. These projects, while important, do not fall under existing Federal or State laws and regulations or Bond or Trust covenants that dedicate funding.

D. **Estimate of Savings:**

Estimate of Savings:	General	Federal	Supplemental	Capital Reserve	Other	Total
Personnel:						
(a) Number of FTEs	0	0	0	0	0	0.00
(b) Personal Service	0		0	0	0	\$ 0
(c) Employer Contributions	0		0	0	0	\$ 0
Program/Case Services	0	0	0	0	6,000,000	\$6,000,000
Pass-Through Funds	0	0	0	0	0	\$ 0
Other Operating Expenses	0	0	0	0	100,000	\$100,000
Total	\$ 0	\$ 0	\$ 0	\$ 0	\$6,100,000	\$6,100,000

E. **Activity Impact** (*Describe the impact on the activity affected including the impact on customers and clients.*):

The Authority funds, through the Special Initiatives activity, certain housing activities that do not fall under other housing programs administered by the Authority. This decrease will limit or eliminate funding for a project(s).

F.

Summary of Priority Assessment of Activities – Lowest Priorities	General	Federal	Supplemental	Capital Reserve	Other	Total	FTEs
Activity Number & Name: 1595 Administration	0	0	0	0	6,100,000	\$6,100,000	0
Activity Number & Name:	0	0	0	0	0	\$ 0	0
Activity Number & Name:	0	0	0	0	0	\$ 0	0
Activity Number & Name:	0	0	0	0	0	\$ 0	0
Activity Number & Name:	0	0	0	0	0	\$ 0	0
TOTAL OF LOWEST PRIORITIES	\$ 0	\$ 0	\$ 0	\$ 0	\$6,100,000	\$6,100,000	0.00